

Appendix 1  
Reporting period:

01.01.2012

to

31.12.2012.

Quarterly Financial Report - TFI-POD

Registration number (MB): 01850971

Identification number of subject (MBS): 010049135

Personal identification number (OIB): 04525204420

Issuer company: VIRO TVORNICA ŠEĆERA d.d.

Postal code and place: 33000 VIROVITICA

Street and number: MATIJE GUPCA 254

E-mail address: viro@secerana.hr

Internet address: www.secerana.hr

Code and name of comune/town: 491 VIROVITICA

Code and county name: 10 VIROVITIČKO-PODRAVSKA

Number of employees (at quarter end): 667

Consolidated statement: YES

NKD/NWC code: 1081

Subsidiaries subject to consolidation (according to IFRS):

Registration number:

Subsidiary Name	Address	Registration number
SLADORANA d.d.	ŠEĆERANA 63, ŽUPANJA	03307484
SLAVONIJA NOVA d.d.	J.J.STROSSMAYERA 65, ŽUPANJA	01841009
VIRO-KOOPERACIJA d.o.o.	ŠEĆERANA 63, ŽUPANJA	02835398

Book keeping service:

Contact person: DRAGIĆ NEVENA

(fill in only surname and name of contact person)

Phone number: 033840121

Fascimile: 033840103

E-mail address: nevena.dragic@secerana.hr

Surname and name: ZADRO ŽELJKO

(authorised person for representation)

Disclosure documents:

1. Financial statements (balance sheet, profit and loss account, cash flow statement, statement of changes in shareholders' equity and notes to the financial statements)
2. Statement of responsible persons for preparation of financial statements
3. Report of the Management Board on position of the Company



(signed by authorised person for representation)

## BALANCE SHEET

as at

31.12.2012.

Item	AOP code	Last year (net)	Current year (net)
1	2	3	4
<b>ASSETS</b>			
<b>A) RECEIVABLES FOR SUBSCRIBED BUT NOT PAID-IN CAPITAL</b>	<b>001</b>		
<b>B) LONG-TERM ASSETS (003+010+020+029+033)</b>	<b>002</b>	700.703.243	715.428.950
<b>I. INTANGIBLE ASSETS (004 to 009)</b>	<b>003</b>	2.561.187	1.920.010
1. Assets development	<b>004</b>	518.268	395.598
2. Concessions, patents, licences fees, trade and service marks, software and other rights	<b>005</b>	1.326.159	1.224.012
3. Goodwill	<b>006</b>	716.760	
4. Prepayments for purchase of intangible assets	<b>007</b>		
5. Intangible assets in preparation	<b>008</b>		300.400
6. Other intangible assets	<b>009</b>		
<b>II. TANGIBLE ASSETS (011 to 019)</b>	<b>010</b>	610.109.883	670.455.686
1. Land	<b>011</b>	33.729.172	38.164.239
2. Buildings	<b>012</b>	208.464.753	270.937.574
3. Plant and equipment	<b>013</b>	331.084.051	344.653.382
4. Tools, facility inventory and transport assets	<b>014</b>	7.745.791	8.561.858
5. Biological assets	<b>015</b>		
6. Prepayments for tangible assets	<b>016</b>	2.587.429	
7. Tangible assets in progress	<b>017</b>	25.264.121	5.421.140
8. Other tangible assets	<b>018</b>	9.300	44.900
9. Investments in buildings	<b>019</b>	1.225.266	2.672.593
<b>III. LONG-TERM FINANCIAL ASSETS (021 to 028)</b>	<b>020</b>	88.007.309	43.015.933
1. Investments (shares) with related parties	<b>021</b>	63.166.800	1.416.310
2. Loans given to related parties	<b>022</b>		
3. Participating interest (shares)	<b>023</b>	7.378.475	3.098.960
4. Loans to entrepreneurs in whom the entity holds participating interests	<b>024</b>		
5. Investments in securities	<b>025</b>		50.250
6. Loans, deposits and similar assets	<b>026</b>	11.209.440	38.450.413
7. Other long - term financial assets	<b>027</b>		
8. Investments accounted by equity method	<b>028</b>	6.252.594	
<b>IV. RECEIVABLES (030 to 032)</b>	<b>029</b>	24.864	37.321
1. Receivables from related parties	<b>030</b>		
2. Receivables from based on trade loans	<b>031</b>	24.864	
3. Other receivables	<b>032</b>		37.321
<b>V. DEFERRED TAX ASSETS</b>	<b>033</b>		
<b>C) SHORT TERM ASSETS (035+043+050+058)</b>	<b>034</b>	899.086.337	1.018.881.857
<b>I. INVENTORIES (036 to 042)</b>	<b>035</b>	480.650.927	586.925.890
1. Raw-material and supplies	<b>036</b>	48.399.921	108.237.915
2. Work in progress	<b>037</b>		
3. Finished goods	<b>038</b>	405.945.345	407.480.652
4. Merchandise	<b>039</b>	8.743.623	48.830.652
5. Prepayments for inventories	<b>040</b>	17.562.038	22.376.671
6. Long - term assets held for sales	<b>041</b>		
7. Biological assets	<b>042</b>		
<b>II. RECEIVABLES (044 to 049)</b>	<b>043</b>	247.477.072	268.291.341
1. Receivables from related parties	<b>044</b>	33.424.549	2.430.091
2. Accounts receivable	<b>045</b>	143.844.580	150.055.439
3. Receivables from participating parties	<b>046</b>		
4. Receivables from employees and members of related parties	<b>047</b>	20.182	18.583
5. Receivables from government and other institutions	<b>048</b>	69.998.437	115.733.598
6. Other receivables	<b>049</b>	189.324	53.630
<b>III. SHORT TERM FINANCIAL ASSETS (051 to 057)</b>	<b>050</b>	143.164.104	132.156.311
1. Shares (stocks) in related parties	<b>051</b>		
2. Loans given to related parties	<b>052</b>	8.803.709	
3. Participating interests (shares)	<b>053</b>		
4. Loans to entrepreneurs in whom the entity holds participating interests	<b>054</b>		
5. Investments in securities	<b>055</b>	39.779.361	38.075.726
6. Loans, deposits, etc.	<b>056</b>	46.428.978	94.080.585
7. Other financial assets	<b>057</b>	48.152.056	
<b>IV. CASH AT BANK AND IN CASHIER</b>	<b>058</b>	27.794.234	31.508.315
<b>D) PREPAID EXPENSES AND ACCRUED REVENUE</b>	<b>059</b>	2.516.731	9.251.271
<b>E) TOTAL ASSETS (001+002+034+059)</b>	<b>060</b>	1.602.306.311	1.743.562.078
<b>F) OFF-BALANCE RECORDS</b>	<b>061</b>	882.103.298	1.431.644.842

Item	AOP code	Last year (net)	Current year (net)
1	2	3	4
<b>LIABILITIES AND CAPITAL</b>			
<b>A) CAPITAL AND RESERVES (063+064+065+071+072+075+078)</b>	<b>062</b>	624.482.442	639.097.055
I. SUBSCRIBED CAPITAL	<b>063</b>	249.600.060	249.600.060
II. CAPITAL RESERVES	<b>064</b>	9.064.213	10.368.101
III. RESERVES FROM PROFIT (066+067-068+069+070)	<b>065</b>	19.389.313	56.346.673
1. Reserves prescribed by law	<b>066</b>	12.480.003	12.480.003
2. Reserves for treasury shares	<b>067</b>	43.866.670	43.866.670
3. Treasury stocks and shares (deduction)	<b>068</b>	36.957.360	
4. Statutory reserves	<b>069</b>		
5. Other reserves	<b>070</b>		
IV. REVALUATION RESERVES	<b>071</b>	874.338	3.726.291
V. RETAINED EARNINGS OR ACCUMULATED LOSS (073-074)	<b>072</b>	130.952.109	177.780.305
1. Retained earnings	<b>073</b>	130.952.109	177.780.305
2. Accumulated loss	<b>074</b>		
VI. PROFIT/LOSS FOR THE CURRENT YEAR (076-077)	<b>075</b>	128.257.928	131.128.314
1. Profit for the current year	<b>076</b>	128.257.928	131.128.314
2. Loss for the current year	<b>077</b>		
IX. MINORITY INTERESTS	<b>078</b>	86.344.481	10.147.311
<b>B) PROVISIONS (080 to 082)</b>	<b>079</b>	55.955.921	50.837.118
1. Provisions for pensions, severance pay, and similar liabilities	<b>080</b>		
2. Reserves for tax liabilities	<b>081</b>		
3. Other reserves	<b>082</b>	55.955.921	50.837.118
<b>C) LONG - TERM LIABILITIES (084 to 092)</b>	<b>083</b>	253.375.825	179.628.626
1. Liabilities to related parties	<b>084</b>		
2. Liabilities for loans, deposits etc.	<b>085</b>	16.985.496	19.186.058
3. Liabilities to banks and other financial institutions	<b>086</b>	235.854.987	160.060.181
4. Liabilities for received prepayments	<b>087</b>		
5. Accounts payable	<b>088</b>		
6. Liabilities arising from debt securities	<b>089</b>		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	<b>090</b>		
8. Other long-term liabilities	<b>091</b>	535.342	382.387
9. Deferred tax liability	<b>092</b>		
<b>D) SHORT - TERM LIABILITIES (094 to 105)</b>	<b>093</b>	655.216.468	867.351.837
1. Liabilities to related parties	<b>094</b>	2.258.095	6.592
2. Liabilities for loans, deposits etc.	<b>095</b>	6.198.874	26.426.690
3. Liabilities to banks and other financial institutions	<b>096</b>	67.377.410	152.967.583
4. Liabilities for received prepayments	<b>097</b>	264.959.247	221.114.292
5. Accounts payable	<b>098</b>	303.159.725	436.189.040
6. Liabilities arising from debt securities	<b>099</b>		
7. Liabilities to entrepreneurs in whom the entity holds participating interests	<b>100</b>		
8. Liabilities to employees	<b>101</b>	4.517.795	5.847.614
9. Liabilities for taxes, contributions and similar fees	<b>102</b>	5.004.257	6.119.751
10. Liabilities to share - holders	<b>103</b>	11.874	16.556.077
11. Liabilities for long-term assets held for sale	<b>104</b>		
12. Other short - term liabilities	<b>105</b>	1.729.191	2.124.198
<b>E) DEFERRED SETTLEMENTS OF CHARGES AND INCOME DEFERRED TO FUTURE PERIOD</b>	<b>106</b>	13.275.655	6.647.442
<b>F) TOTAL – CAPITAL AND LIABILITIES (062+079+083+093+106)</b>	<b>107</b>	1.602.306.311	1.743.562.078
<b>G) OFF-BALANCE RECORDS</b>	<b>108</b>	882.103.298	1.431.644.842
<b>APPENDIX to balance sheet(to be filled in by entrepreneur that prepares consolidated annual financial report)</b>			
<b>CAPITAL AND RESERVES</b>			
1. Attributed to equity holders of parent company	<b>109</b>	538.137.961	628.949.744
2. Attributed to minority interest	<b>110</b>	86.344.481	10.147.311

**PROFIT AND LOSS ACCOUNT**  
for the period 01.01.2012. do 31.12.2012.

Item	AOP code	Last year		Current year	
		Comulative	Quartely	Comulative	Quartely
1	2	3	4	5	6
<b>I. OPERATING REVENUE (112+113)</b>	<b>111</b>	1.339.440.647	496.156.577	1.488.344.605	636.807.879
1. Sales revenue	112	1.311.928.316	489.658.469	1.468.014.470	626.034.727
2. Other operating revenues	113	27.512.331	6.498.108	20.330.135	10.773.152
<b>II. OPERATING EXPENSES (115+116+120+124+125+126+129+130)</b>	<b>114</b>	1.179.504.971	400.182.196	1.328.520.842	593.919.124
1. Changes in value of work in progress and finished products	115	-162.137.581	-242.112.781	896.251	-46.305.543
2. Material costs (117 to 119)	116	1.137.550.777	573.334.247	1.119.596.432	577.646.002
a) Raw material and material costs	117	901.892.465	497.849.167	802.617.590	463.218.507
b) Costs of goods sold	118	127.256.864	25.496.005	214.940.402	84.246.270
c) Other external costs	119	108.401.448	49.989.075	102.038.440	30.181.225
3. Staff costs (121 to 123)	120	74.426.245	21.227.448	88.929.302	23.034.459
a) Net salaries and wages	121	44.866.468	12.762.810	53.500.661	14.176.605
b) Cost for taxes and contributions from salaries	122	18.685.756	5.363.265	22.962.847	5.657.226
c) Contributions on gross salaries	123	10.874.021	3.101.373	12.465.794	3.200.628
4. Depreciation	124	63.597.792	20.862.022	72.115.666	18.080.778
5. Other costs	125	24.629.299	8.089.759	27.575.784	6.638.658
6. Impairment (127+128)	126	2.166.516	1.692.554	6.114.791	5.809.355
a) Impairment of long-term assets (financial assets excluded)	127			5.799.103	5.799.103
b) Impairment of short - term assets (financial assets excluded)	128	2.166.516	1.692.554	315.688	10.252
7. Provisions	129	621.358	621.358	1.972.894	1.972.894
8. Other operating costs	130	38.650.565	16.467.589	11.319.722	7.042.521
<b>III. FINANCIAL INCOME (132 to 136)</b>	<b>131</b>	4.941.296	1.958.194	14.150.169	3.406.000
1. Interest income, foreign exchange gains, dividends and similar income from related parties povezanim poduzetnicima	132	155.375	125.460	77	0
2. Interest income, foreign exchange gains, dividends and similar income from non - related	133	4.785.921	1.887.558	14.097.520	3.449.686
3. Share in income from affiliated entrepreneurs and participating interests	134				
4. Unrealized gains (income) from financial assets	135		-54.824		
5. Other financial income	136			52.572	-43.686
<b>IV. FINANCIAL EXPENSES (138 do 141)</b>	<b>137</b>	31.572.206	10.874.157	45.420.067	9.980.268
1. Interest expenses, foreign exchange losses, dividends and similar expenses from related	138			260.164	-325.957
2. Interest expenses, foreign exchange losses, dividends and similar expenses from non -	139	30.435.183	10.596.917	39.809.340	10.029.368
3. Unrealized losses (expenses) on financial assets	140	81.380	81.380	3.950.000	200.000
4. Other financial expenses	141	1.055.643	195.860	1.400.563	76.857
<b>V. INCOME FROM INVESTMENT - SHARE IN PROFIT OF ASSOCIATED ENTREPRENEURS</b>	<b>142</b>				
<b>VI. LOSS FROM INVESTMENT - SHARE IN LOSS OF ASSOCIATED ENTREPRENEURS</b>	<b>143</b>				
<b>VII. EXTRAORDINARY - OTHER INCOME</b>	<b>144</b>				
<b>VIII. EXTRAORDINARY - OTHER EXPENSES</b>	<b>145</b>				
<b>IX. TOTAL INCOME (111+131+142 + 144)</b>	<b>146</b>	1.344.381.943	498.114.771	1.502.494.774	640.213.879
<b>X. TOTAL EXPENSES (114+137+143 + 145)</b>	<b>147</b>	1.211.077.177	411.056.353	1.373.940.909	603.899.392
<b>XI. PROFIT OR LOSS BEFORE TAXATION (146-147)</b>	<b>148</b>	133.304.766	87.058.418	128.553.865	36.314.487
1. Profit before taxation (146-147)	149	133.304.766	87.058.418	128.553.865	36.314.487
2. Loss before taxation (147-146)	150	0	0	0	0
<b>XII. PROFIT TAX</b>	<b>151</b>	3.137.229	3.137.229	495.554	-2.084.142
<b>XIII. PROFIT OR LOSS FOR THE PERIOD (148-151)</b>	<b>152</b>	130.167.537	83.921.189	128.058.311	38.398.629
1. Profit for the period (149-151)	153	130.167.537	83.921.189	128.058.311	38.398.629
2. Loss for the period (151-148)	154	0	0	0	0
<b>APPENDIX to P&amp;L account (to be filled in by entrepreneur that prepares consolidated financial report)</b>					
<b>XIV. PROFIT OR LOSS FOR THE PERIOD</b>					
1. Attributed to equity holders of parent company	155	128.257.928	86.385.114	131.128.314	40.246.876
2. Attributed to minority interest	156	1.909.609	-2.463.925	-3.070.003	-1.848.247
<b>STATEMENT OF OTHER COMPREHENSIVE INCOME (IFRS)</b>					
<b>I. PROFIT OR LOSS FOR THE PERIOD (= 152)</b>	<b>157</b>	130.167.537	83.921.189	128.058.311	38.398.629
<b>II. OTHER COMPREHENSIVE INCOME / LOSS BEFORE TAX (159 do 165)</b>	<b>158</b>	3.020.600	755.150	2.503.997	625.999
1. Exchange differences on translation of foreign operations	159				
2. Movements in revaluation reserves of long - term tangible and intangible assets	160	3.020.600	755.150	2.503.997	625.999
3. Profit or loss from reevaluation of financial assets available for sale	161				
4. Gains or losses on efficient cash flow hedging	162				
5. Gains or losses on efficient hedge of a net investment in foreign countries	163				
6. Share in other comprehensive income / loss of associated companies	164				
7. Actuarial gains / losses on defined benefit plans	165				
<b>III. TAX ON OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>166</b>				
<b>IV. NET OTHER COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (158-166)</b>	<b>167</b>	3.020.600	755.150	2.503.997	625.999
<b>V. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD (157+167)</b>	<b>168</b>	133.188.137	84.676.339	130.562.308	39.024.628
<b>APPENDIX to Statement of other comprehensive income (to be filled in by entrepreneur that prepares consolidated financial report)</b>					
<b>VI. COMPREHENSIVE INCOME OR LOSS FOR THE PERIOD</b>					
1. Attributed to equity holders of parent company	169	131.278.528	87.140.264	133.632.311	40.872.875
2. Attributed to minority interest	170	1.909.609	-2.463.925	-3.070.003	-1.848.247

**STATEMENT OF CASH FLOWS - INDIRECT METHOD**  
for the period 01.01.2012 do 31.12.2012

Item	AOP code	Last year	Current year
1	2	3	4
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
1. Profit before tax	001	133.304.766	128.553.865
2. Depreciation	002	63.597.792	72.115.666
3. Increase in short term liabilities	003	255.837.750	78.755.816
4. Decrease in short term receivables	004		16.486.877
5. Decrease in inventories	005		32.653.803
6. Other increase in cash flow	006		44.352.011
<b>I. Total increase in cash flow from operating activities (001 to 006)</b>	<b>007</b>	452.740.308	372.918.038
1. Decrease in short term liabilities	008		10.126.174
2. Increase in short term receivables	009	28.126.500	27.048.076
3. Increase in inventories	010	99.706.797	90.193.239
4. Other decrease in cash flow	011	33.551.744	72.726.931
<b>II. Total decrease in cash flow from operating activities (008 to 011)</b>	<b>012</b>	161.385.041	200.094.420
<b>A1) NET INCREASE IN CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>013</b>	291.355.267	172.823.618
<b>A2) NET DECREASE IN IN CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>014</b>	0	0
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
1. Cash inflows from sales of long-term tangible and intangible assets	015	1.519.636	12.681.409
2. Cash inflows from sales of equity and debt instruments	016		
3. Interests receipts	017	1.593.876	2.442.364
4. Dividend receipts	018		191.079
5. Other cash inflows from investing activities	019	41.924	27.454.204
<b>III. Total cash inflows from investing activities (015 to 019)</b>	<b>020</b>	3.155.436	42.769.056
1. Cash outflow for purchase of long-term tangible and intangible assets	021	76.755.960	69.328.161
2. Cash outflow for acquisition of equity and debt financial instruments	022	68.187.070	1.850.000
3. Other cash outflow for investing activities	023	65.611.568	148.729.530
<b>IV. Total cash outflow for investing activities (021 do 023)</b>	<b>024</b>	210.554.598	219.907.691
<b>B1) NET INCREASE IN CASH FLOW FROM INVESTING ACTIVITIES (020-024)</b>	<b>025</b>	0	0
<b>B2) NET DECREASE IN CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>026</b>	207.399.162	177.138.635
<b>CASH FLOW FROM FINANCIAL ACTIVITIES</b>			
1. Cash inflow from issuing property and debt financial instruments	027		
2. Proceeds from the credit principal, promissory notes, borrowings and other loans	028	292.573.816	213.268.362
3. Other proceeds from financial activities	029	1.311.340	310.665.871
<b>V. Total cash inflows from financial activities (027 to 029)</b>	<b>030</b>	293.885.156	523.934.233
1. Cash outflow for repayment of credit principal and bonds	031	318.196.219	231.481.600
2. Cash outflow for dividends paid	032	49.556.935	27.733.340
3. Cash outflow for financial lease	033	7.417.850	8.635.447
4. Cash outflow for purchase of treasury shares	034	26.106.522	
5. Other cash outflow for financial activities	035	8.047.021	252.328.881
<b>VI. Total cash outflow for financial activities (031 to 035)</b>	<b>036</b>	409.324.547	520.179.268
<b>C1) NET INCREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>037</b>	0	3.754.965
<b>C2) NET DECREASE IN CASH FLOW FROM FINANCIAL ACTIVITIES</b>	<b>038</b>	115.439.391	0
Total increase in cash flow (013 – 014 + 025 – 026 + 037 – 038)	<b>039</b>	0	0
Total decrease in cash flow (014 – 013 + 026 – 025 + 038 – 037)	<b>040</b>	31.483.286	560.052
Cash and cash equivalents at the beginning of the period	<b>041</b>	59.277.520	32.068.367
Increase of cash and cash equivalents	<b>042</b>	0	
Decrease of cash and cash equivalents	<b>043</b>	31.483.286	560.052
Cash and cash equivalents at the end of the period	<b>044</b>	27.794.234	31.508.315

## STATEMENT OF CHANGES IN EQUITY

for the period **01.01.2012** do **31.12.2012**

Item	AOP code	Last year	Current year
1	2	3	4
1. Subscribed capital	<b>001</b>	249.600.060	249.600.060
2. Capital reserves	<b>002</b>	9.064.213	10.368.101
3. Reserves from profit	<b>003</b>	19.389.313	56.346.673
4. Retained earnings or accumulated loss	<b>004</b>	130.952.109	177.780.305
5. Profit or loss for the current year	<b>005</b>	128.257.928	131.128.314
6. Revaluation of long - term tangible assets	<b>006</b>	4.473.838	3.726.291
7. Revaluation of intangible assets	<b>007</b>		
8. Revaluation of financial assets available for sale	<b>008</b>	-3.599.500	
9. Other revaluation	<b>009</b>		
<b>10. Total capital and reserves (AOP 001 do 009)</b>	<b>010</b>	538.137.961	628.949.744
11. Currency gains and losses arising from net investement in foreign operations	<b>011</b>		
12. Current and deferred taxes (part)	<b>012</b>		
13. Cash flow hedging	<b>013</b>		
14. Changes in accounting policy	<b>014</b>		
15. Correction of significant errors in prior period	<b>015</b>		
16. Other changes of capital	<b>016</b>		
<b>17. Total increase or decrease in capital (AOP 011 do 016)</b>	<b>017</b>	0	0
17 a. Attributed to equity holders of parent company	<b>018</b>	538.137.961	628.949.744
17 b. Attributed to minority interest	<b>019</b>	86.344.481	10.147.311

## **Notes**

THERE WERE NO ACCOUNTING POLICY CHANGES IN RELATION TO THE ANNUAL FINANCIAL REPORT FOR YEAR 2011.